

Vanguard Total Bond Market Index I VBTIX

Benchmark

Barclays US Agg Bond TR
USD

Overall Morningstar Rating™

★★★

Out of 935 Intermediate-Term Bond Investments. A fund's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for details.

Morningstar Return

Average

Morningstar Risk

Average

Investment Information

Investment Objective & Strategy from investment's prospectus

The investment seeks the performance of a broad, market-weighted bond index.

The fund employs an indexing investment approach designed to track the performance of the Barclays U.S. Aggregate Float Adjusted Index. This index represents a wide spectrum of public, investment-grade, taxable, fixed income securities in the United States-including government, corporate, and international dollar-denominated bonds, as well as mortgage-backed and asset-backed securities-all with maturities of more than 1 year. All of the fund's investments will be selected through the sampling process, and at least 80% of the fund's assets will be invested in bonds held in the index.

Past name(s): Vanguard Total Bond Market Index Inst.

Fees and Expenses as of 04-28-15

Prospectus Gross Expense Ratio	0.06%
Total Annual Operating Exp per \$1000	\$0.60
Maximum Sales Charge	—
12b-1 Fee	—
Redemption Fee/Term	—

Portfolio Manager(s)

Joshua C. Barrickman, CFA, B.S., Ohio Northern University.
M.B.A., Lehigh University.

Operations and Management

Fund Inception Date	09-18-95
Management Company	Vanguard Group, Inc.
Telephone	800-662-7447
Web Site	www.vanguard.com
Issuer	Vanguard

Category Description: Intermediate-Term Bond

Intermediate-term bond portfolios invest primarily in corporate and other investment-grade U.S. fixed-income issues and typically have durations of 3.5 to 6.0 years. These portfolios are less sensitive to interest rates, and therefore less volatile, than portfolios that have longer durations. Morningstar calculates monthly breakpoints using the effective duration of the Morningstar Core Bond Index in determining duration assignment. Intermediate-term is defined as 75% to 125% of the three-year average effective duration of the MCBT.

Volatility and Risk



Best 3 Month Return

6.38%

(Nov '08 - Jan '09)

Worst 3 Month Return

-3.11%

(May '13 - Jul '13)

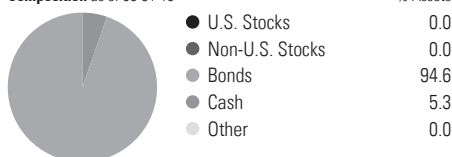
Performance as of 06-30-15

	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception	Total Return% as of 06-30-15
Investment	-0.16	1.74	1.71	3.26	4.43	5.52	Investment Return %
Benchmark	-0.10	1.86	1.83	3.35	4.44	6.56	Benchmark Return %
	0.01	1.04	2.28	3.70	4.19	5.90	Category Average %
	—	—	★★★	★★★	★★★	—	Morningstar Rating™
	—	—	935	811	593	—	# of Funds in Category

The performance data quoted reflects past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower than the performance data quoted. For the most recent month end performance information, please call 1-800-922-9945, or visit rps.troweprice.com.

Portfolio Analysis

Composition as of 05-31-15



Morningstar Style Box™ as of 05-31-15

	High	Avg Eff Duration 5.62
	Med	Avg Eff Maturity 7.80
	Low	Avg Credit Quality —
		Avg Wtd Coupon 3.33
		Avg Wtd Price 106.40
Ltd	Mod	Ext

Top 10 Holdings as of 05-31-15

	% Assets
Ginnie Mae Jumbos TBA 3.5% 2045-06-01 06-01-45	0.63
FNMA	0.60
US Treasury Note 3.625% 08-15-19	0.53
GNMA	0.51
US Treasury Note 4.75% 08-15-17	0.49
US Treasury Note 1.75% 05-15-23	0.44
US Treasury Note 0.5% 09-30-16	0.42
US Treasury Note 2.5% 06-30-17	0.42
US Treasury Note 2.5% 05-15-24	0.42
US Treasury Note 2.25% 11-15-24	0.41

Total Number of Stock Holdings	0
Total Number of Bond Holdings	16614
Turnover Ratio %	72.00
Total Assets (\$mil)	117,223.13

Morningstar F-I Sectors as of 05-31-15

	% Fund	% Category
Government	46.25	23.90
Corporate	24.51	28.09
Securitized	23.17	30.67
Municipal	0.73	2.60
Cash & Equivalents	5.33	10.73
Other	0.00	4.02

Credit Analysis: % Bonds as of 03-31-15

AAA	70	BB	0
AA	4	B	0
A	13	Below B	0
BBB	14	Not Rated	0

Principal Risks For more information on the risks presented, please refer to <http://rps.troweprice.com/riskglossary>

Credit and Counterparty, Extension, Prepayment (Call), Loss of Money, Not FDIC Insured, Income, Interest Rate, Market/Market Volatility, Fixed-Income Securities, Sampling